

Assistant Secretary of the Army Financial Management and Comptroller

Joint Reconciliation Program
Video Tele-conference

Phase III Triannual
Review
16 November 2011



Agenda

Roll Call

Mr. Argodale

Opening Remarks

Mr. Argodale

Program Update:

- Canceling & 4th Expired
- Problem Disbursements
- GFEBS goals
- Travel Advances
- Accounts Receivable
- DTS
- e Commerce Initiative

Mr. Mease

Ms. Hayes
Mr. Kessler
Mr. Kessler
Mr. Kessler
Ms. Randall

Mr. Castleman

Special Interest Items:

- Prompt Pay Interest
- Travel Card Delinquency
- Antideficiency Act Violations

DFAS

Mr. Rago
Mr. Anglemyer

Closing Remarks

Mr. Argodale



Opening Remarks

Mr. John J. Argodale
Deputy Assistant Secretary of the Army
(Financial Operations)



FY 11 Scorecard Goal vs. Actual

as of 30 September 2011

Description	1 Oct 10	FY11 Goal	September 30, 2011
Total ULO in Canceling Accounts -- 100% reduction by 31 August 2011 (straight line monthly reduction)	● \$1,283M	\$0	\$31.2M
Reduce ULO in the 4th Expired Year by 50% (straight line monthly reduction of 4.17%)	● \$2,704M	\$1,352M	\$1,705
Reduce ULO in the 3rd Expired Year by 25% (straight line monthly reduction of 2.08%)	● \$5,239M	\$3,928M	\$3,269
Reduce Total Negative Unliquidated Obligations (NULO) by 20% of calendar year average (straight line monthly reduction of 1.66%)	● \$148M	\$118M	\$126.2M
Reduce NULOs > 120 days (\$ in Millions)	● \$1.4M	\$0	\$12.3M
Reduce Total Unmatched Disbursements (UMD) by 20% of calendar year average (straight line monthly reduction of 1.66%)	● \$230M	\$184M	\$344M
Reduce UMD > 120 days to zero (\$ in Millions)	● \$9.7M	\$0	\$51.7M
Total Intransits > 60 days to 5% or less of total prior month balance	● \$9,582M	\$576M 5%	\$3,077M 29%



FY 11 Scorecard Goal vs. Actual

as of 30 September 2011

Description	1 Oct 10	FY11 Goal	September 30, 2011
Interest penalty payment reduction paid per million	\$57.02	\$110	\$32
Reduce Receivables outside of DoD > 30 days to 6.5% or less of total	4.2%	6.5%	11.1%
Reduce Receivables within DoD > 30 days to 4% or less of total intra-governmental receivables	9%	4%	1.26%
Reduce Public Receivables > 30 days to 9% or less of total public debt	5%	9%	2.4%
Defense Travel System (DTS) Usage	97%	99%	98%
No more than 2% delinquent CBAs	7.2%	2%	12.62%
Electronic Commerce (reported quarterly) (as of 31 Dec 2011)	21.3%	22.3%	25%
Pay Timeliness - Process 97% of all Military Pay Transactions in timely manner	95.4%	97%	95.6%
Pay Timeliness - Process 99% of all Civilian Pay transactions in timely manner	99%	99%	98.5%



FY 11 Scorecard Goal vs. Actual

as of 30 September 2011

Description	1 Oct 10	FY11 Goal	September 30, 2011
ADA - No delinquent Preliminary Investigations	20	0	22
ADA - No delinquent Formal Investigations	5	0	2
Abnormal AR(M) 1002 Unobligated Balances - To reduce all Abs >2 months old by 65% or more of the FYE 2010 AB1002 balance. (#Balances)	9	6	10
Abnormal SF133 Balances - To have 0 abnormal SF133 balances >2 months old (#Balances)	0	0	0
Abnormal SF133 Negative Balances (#Balances)	1	0	0
Overage Clearing Account Balances - To have \$0 overaged clearing account balances (\$M)	\$0	\$0	\$0
Within Timeframe Clearing Account Balances (\$M)	\$8.73	\$0	\$0
Deposit Accounts with Negative Balances - To have 0 negative deposit accounts balances >3 months old (#Balances)	0	0	0
Unsupported Account Entries - To achieve a 7% reduction of the prior fiscal year's same quarter balance. (Reported quarterly)	\$0	\$0	\$0
Undistributed Disbursements - To reduce the FY 10 UUDC balances by 12% or more.	4.77%	12%	12.53%



Program Update



Cancelling Appropriations

FY09 – FY11

By 31 Aug 2011

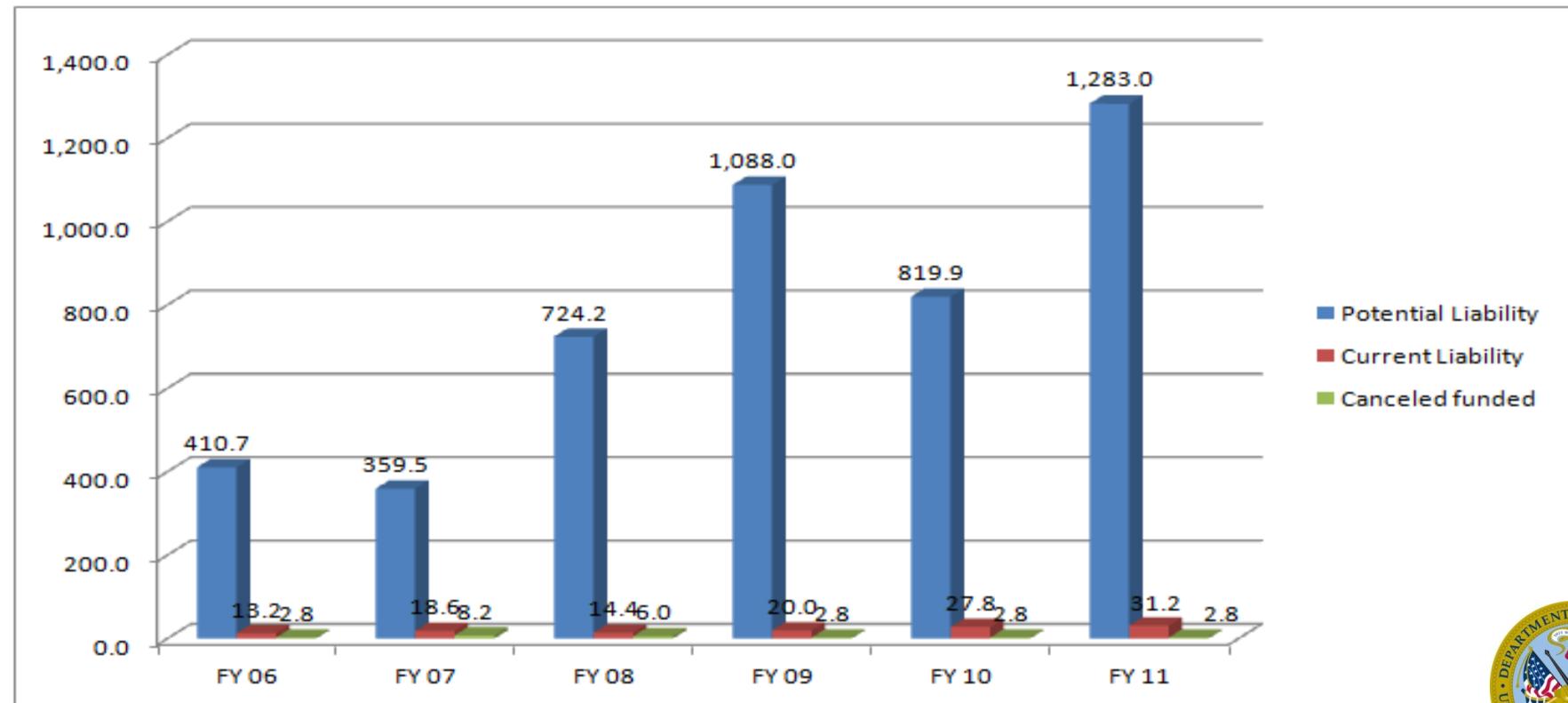
- Reduce Cancelling amounts to zero



Army Payoff-Canceling Appropriations

As of 30 Sep 2011

- Canceled funded liability \$2.8M



Fourth Expired Year

By 31 Aug 2011

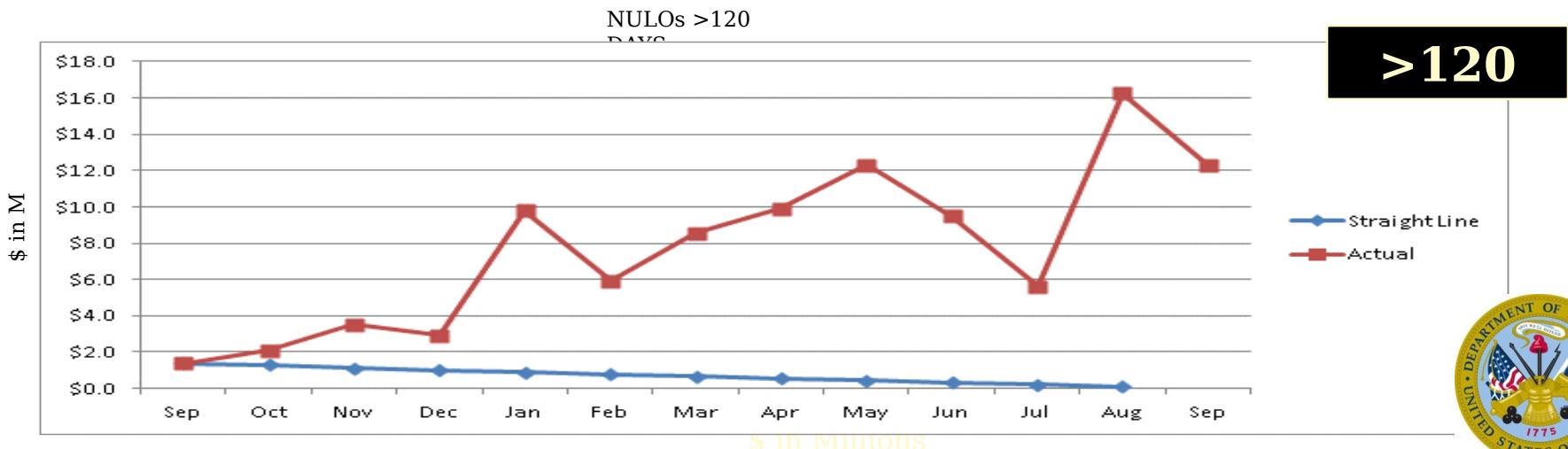
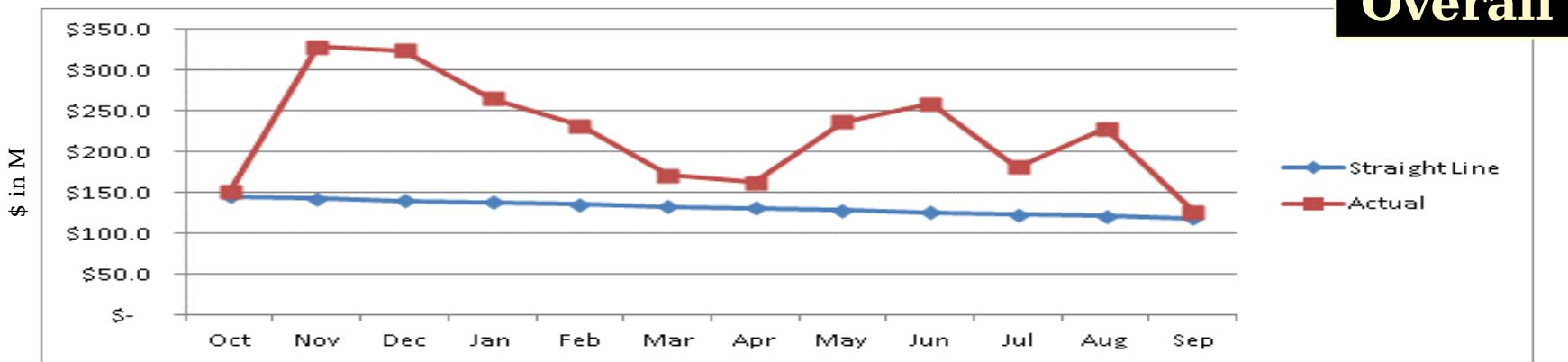
- Reduce 4th expired year by 50% = \$1,352M



Negative Unliquidated Obligations

By 30 Sep 2011:

- Reduce total NULOs by 20% of 2009 calendar year average
(This is a monthly straight line metric)
- Reduce to zero (>120 days) NULOs



Total NULOs Breakout

<u>NULOS</u>	
Command	as of 30 Sep 2011
ASC/PEO	\$82,529,700
AMC	\$31,145,478

- DFAS Columbus has identified contract issues involving modifications that change ACRN after disbursements made.
- Obligations not posting via interface. DFAS is researching solutions to interface posting issues.



NULO > 120 Breakout

NULOs > 120 Days

Command

as of 30 Sep 2011

ASC

\$9,422,084.60

AMC

\$2,648,607.33

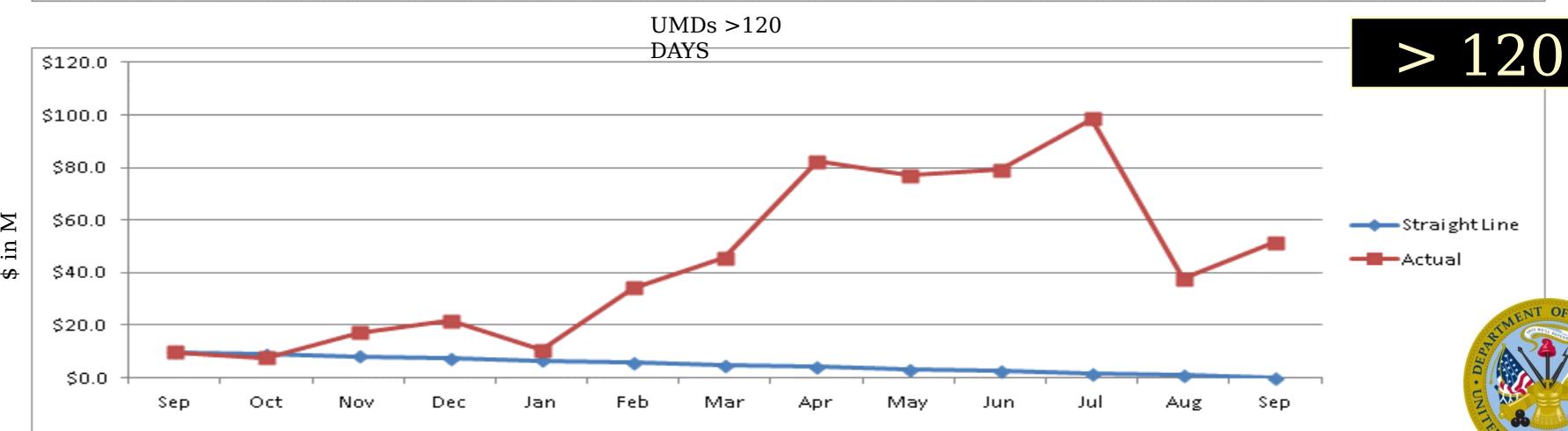
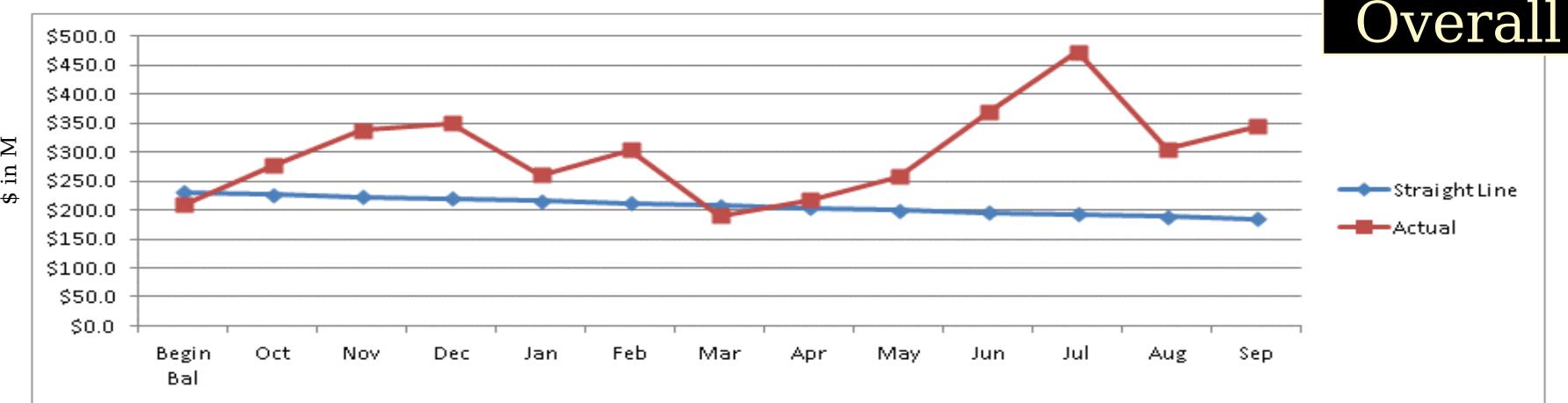
- DFAS Columbus has identified contract issues involving modifications that change ACRN after disbursements made.
- Obligations not posting via interface. DFAS is researching solutions to interface posting issues.



Unmatched Disbursements

By 30 Sep 2011:

- Reduce Total UMDs by 20% of 2009 calendar year average (This is a monthly straight line metric)
- Reduce to zero (>120 days) _{UMDs}



Total Unmatched Disbursements Breakout

Command	<u>UMDs</u>	as of 30 Sep 2011
AMC		\$185,225,578
NGB		\$50,294,792
ARCENT		\$20,603,498

- AMC: Obligations not posting via interface. DFAS is researching solutions to interface posting issues.
- NGB: Balance attributed to 9966 (Suspense) partial clearance submitted with incorrect fiscal year.
- ARCENT: \$4.4M tied to an un-cleared disbursement on month end listing (Corrected). \$16M DOV charge posted to TL 5 instead of TL6 (Corrected)



Unmatched Disbursements > 120 Breakout

UMDs > 120 Days

Command	as of 30 Sep 2011
GFEBS	\$25,962,681
AMC	\$2,152,023

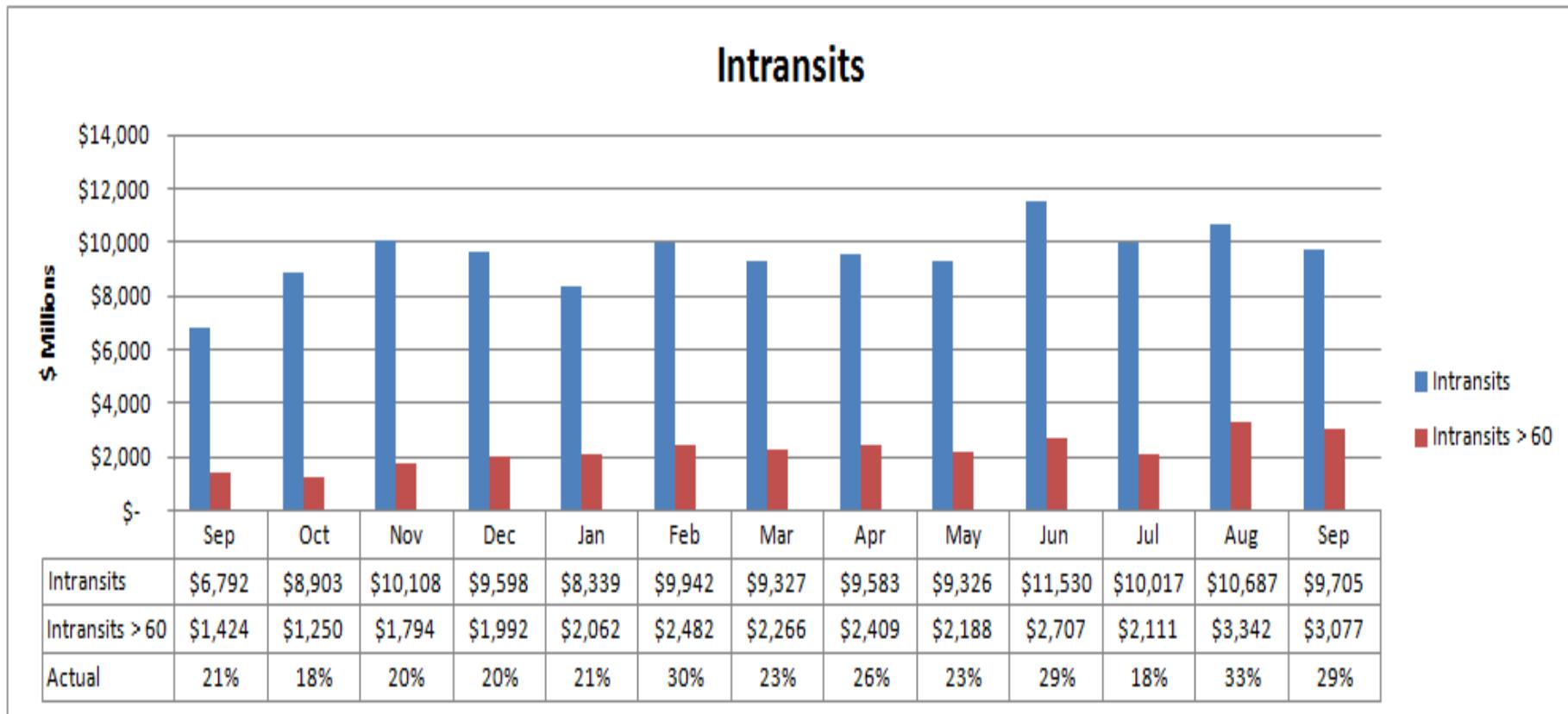
- GFEBS: Major drivers include payroll, interfund, and vendor pay.
- AMC: Obligations not posting via interface. DFAS is researching solutions to interface posting issues.



Intransits Disbursements

By 30 Sep 2011:

- Reduce balances to 5% or less of the prior months total (> 60 days)



Intransits > 60 Days Breakout

Intransits > 60 Days

Command	as of 30 Sep 2011
GFEBS	\$2,807,590,685

- Payroll continues to be a driving factor for GFEBS accounting for \$530.1M in September with \$523.5M over-aged.
- Using statistics to track transaction volume aiding in identifying possible root cause issues for our Lean 6 project.
- DSSN 5570 represented 40% of the transaction volume which indicates we are possibly entitling a lot of transactions from CAPS still as well as entering transfers from STANFINS/SOMARDS to GFEBS.



GFEBS JRP Expectations for FY12

- 1) Leverage GFEBS reporting capabilities where possible
- 2) Build BI reporting requirements as needed
- 3) Initial focus for FY12
 - Researching prior year ULOs
 - IDoc resolution
 - Trial Balance to SOF recon
- 4) Currently drafting a GFEBS JRP guidance



Travel Advances Expired Years

By 30 Sep 2011:

- Reduce travel advance in expired years to zero

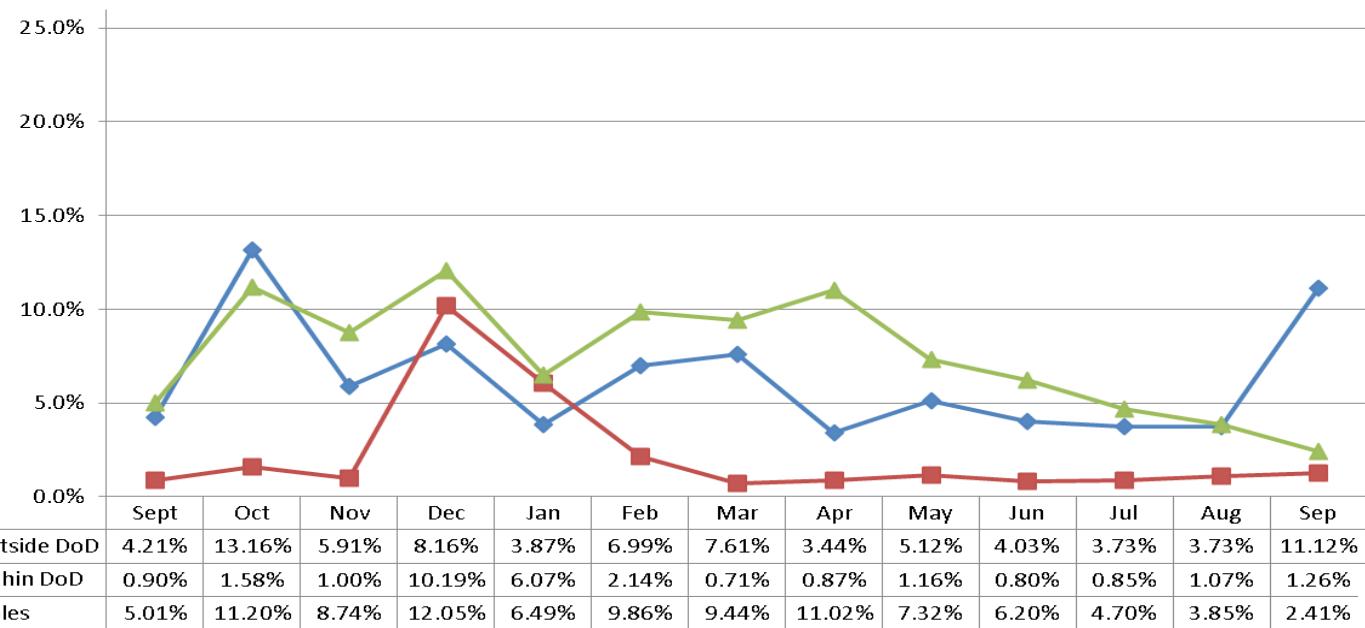
	<u>1 Oct 10</u>	<u>30 Sep 11</u>
<u>%Decrease</u>		
Total Expired Tvl Adv	\$ 49.3 M	\$ 24.4 M
50.5%		
Expired Tvl Adv OA-01	\$ 33.1 M	\$ 14.8 M
55.3%		
Expired Adv Less OA-01	\$ 16.2 M	\$ 9.6 M
40.7%		



Accounts Receivables

By 30 Sep 2011:

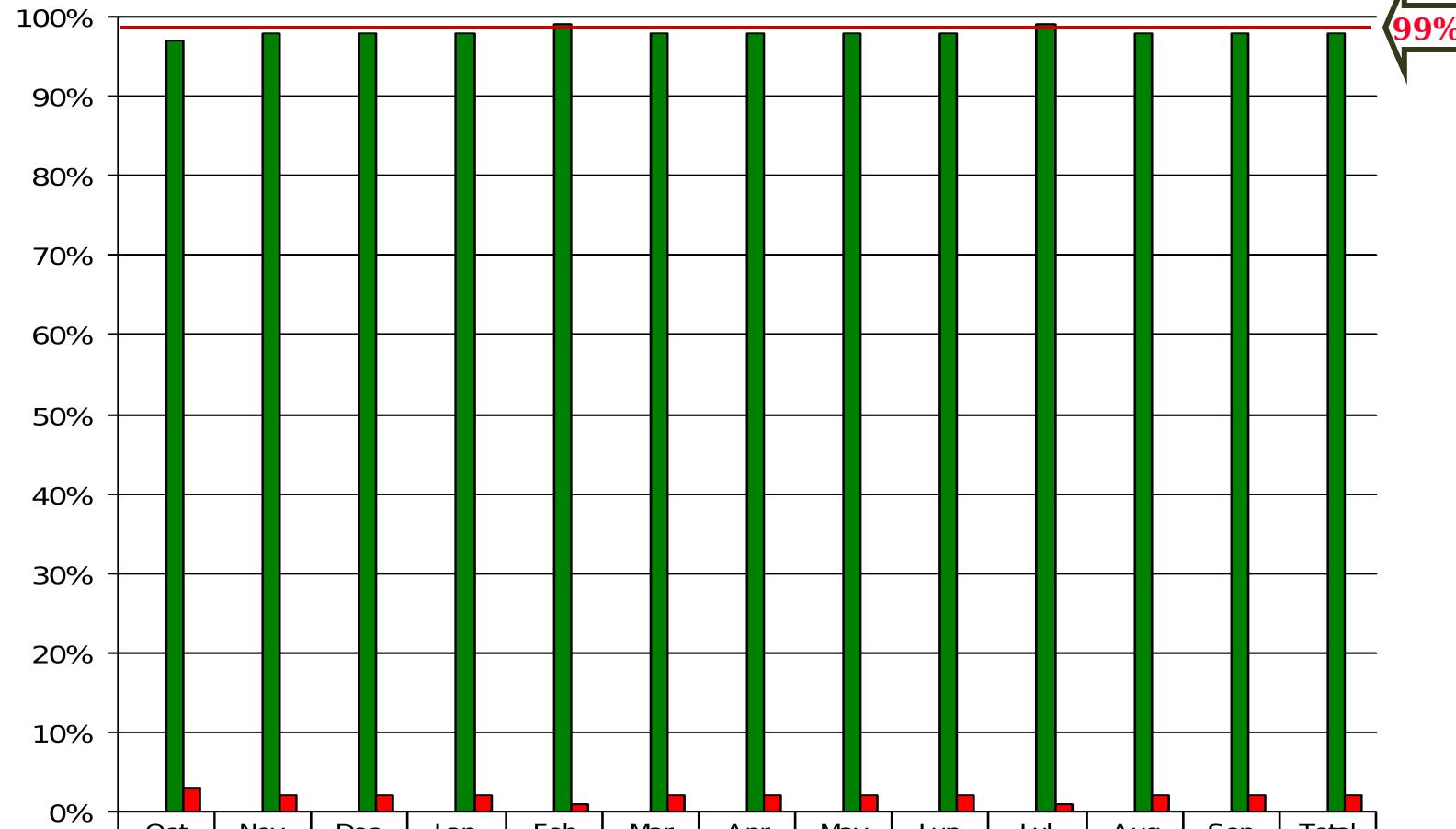
- Reduce Intra-Governmental Receivables Outside DOD > 30 days to 6.5 percent or less of Total Intra-Governmental Receivables Outside DOD
- Reduce Intra-Governmental Receivables Within DOD > 30 days to 4 percent or less of Total Intra-Governmental Receivables Within DOD
- Reduce Public Receivables >30 days to 9 percent or less of Total



Voucher Percentage Summary FY 11

(Proliferated Sites Only)

Goal: By 30-Sep-2011: Increase DTS Usage to 99%



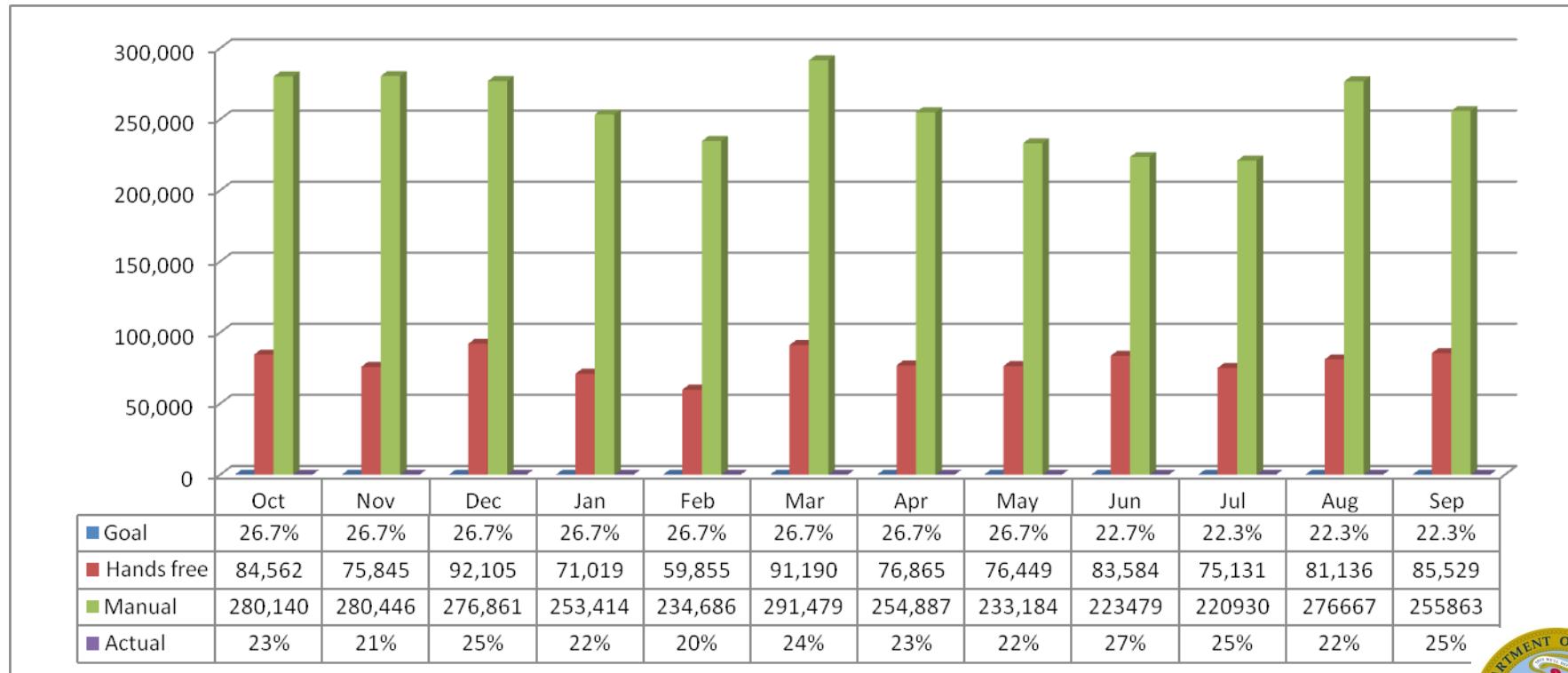
	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Total
DTS Claims	133,439	152,474	147,269	114,339	145,659	182,145	163,477	176,787	183,368	157,403	199,302	202,863	1,958,511
WinIATS Claims	3,598	3,412	2,844	2,278	1,914	2,816	2,761	3,022	3,064	2,169	4,403	3,330	35,611
■ % DTS	97%	98%	98%	98%	99%	98%	98%	98%	98%	99%	98%	98%	98%
■ % WinIATS	3%	2%	2%	2%	1%	2%	2%	2%	2%	1%	2%	2%	2%



E-Commerce Usage Monthly Breakout

Total ARMY

-FY11 Goal: Achieve 22.3% of hands free (electronic processing).
 Measured quarterly based on total universe of transactions
 processed in CAPS and MOCAS. (LOA count)



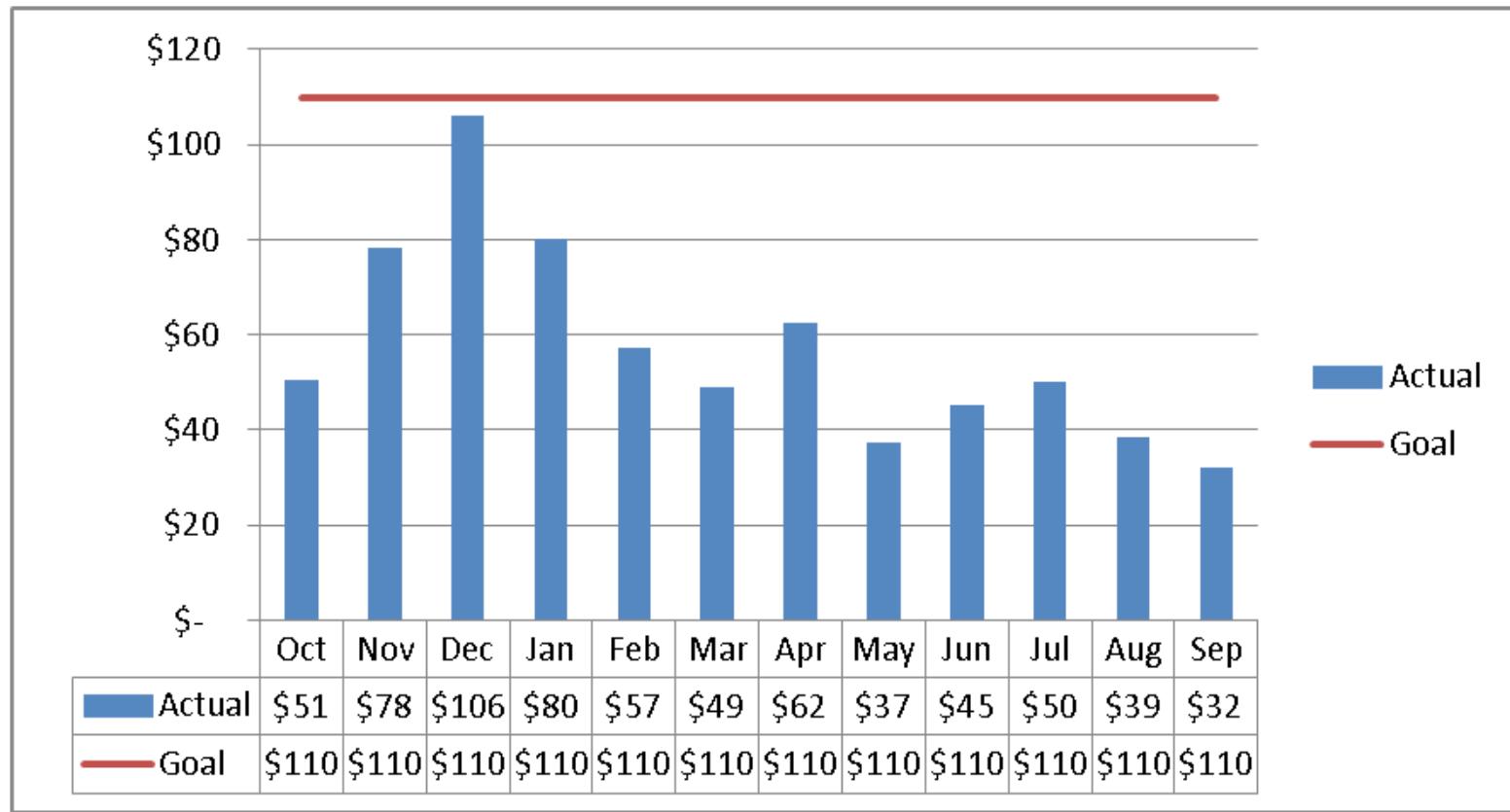
* OSD changed goal from 26.7% to 22.3% during 4th Qtr



Special Interest Items



Prompt Pay Interest Reduction - FYTD



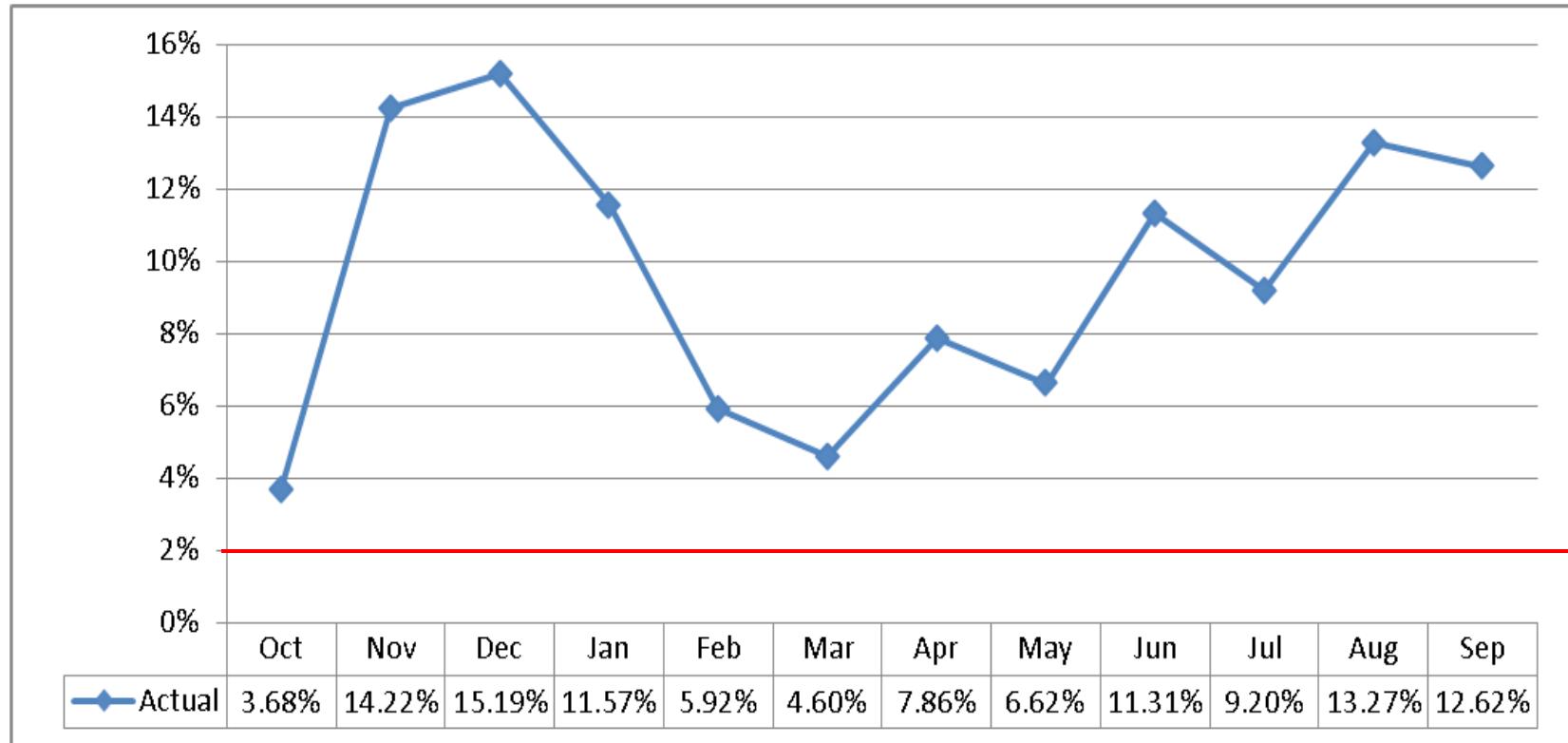
	Sep FY10	FY 11 Goal	FY 11 YTD
Avg Army	\$88	\$110	
\$57			



Army Travel Card

By 30 Sep 2011:

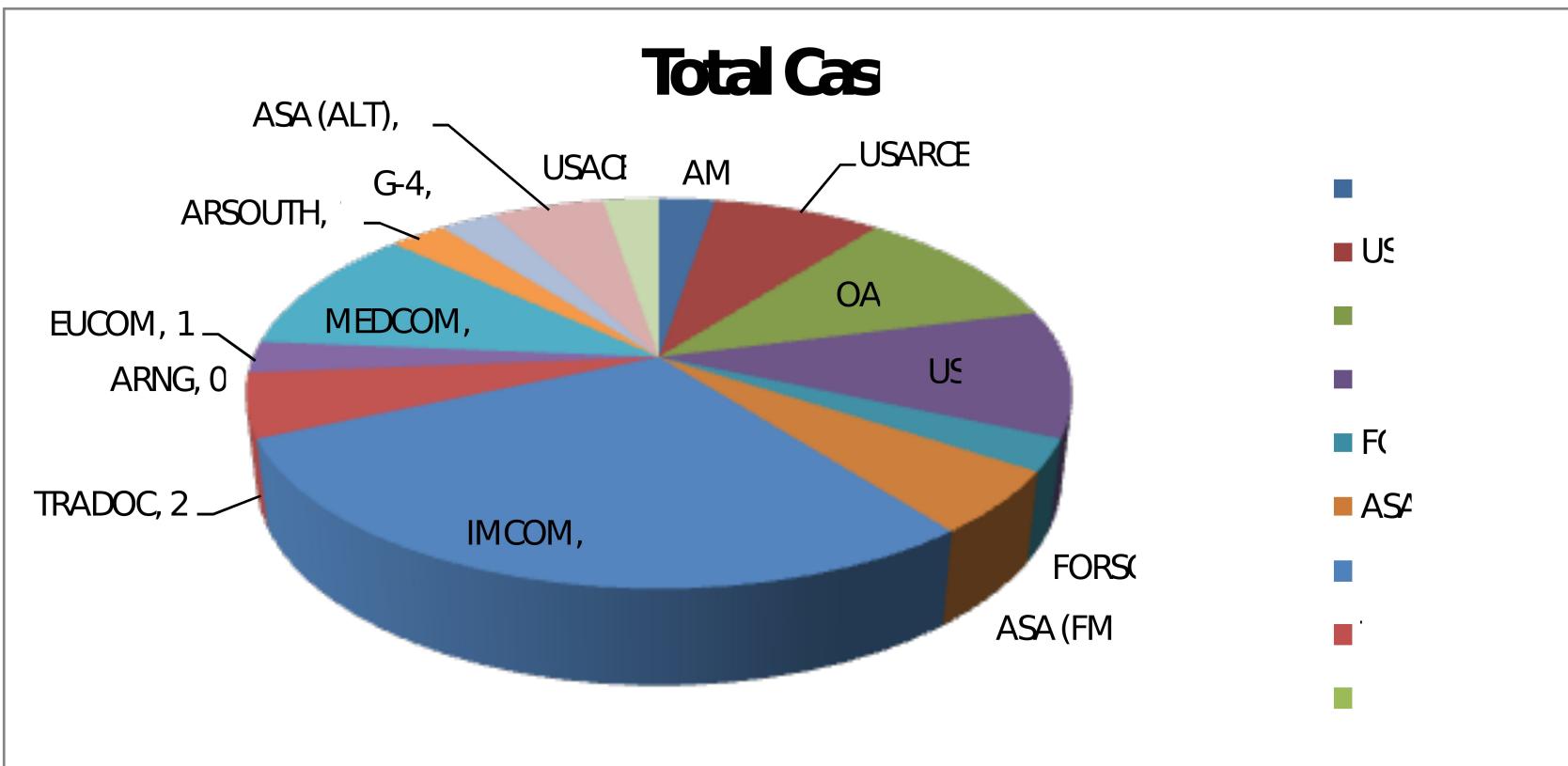
- Reduce CBA delinquent amounts to 2% or less of all CBA balances



- Drivers include system issues causing late payments.
- Recent memorandum to the Army restricting use of the CBA to those ineligible for an IBA.



Antideficiency Act Program Formal and Preliminary Delinquent Cases



Antideficiency Act Program

Way Ahead

- Continue to focus on quality of investigations
 - Obtain all fund certifications prior to submission to HQDA
 - Resolve functional and legal issues before submission
 - Coordinate with command counsel throughout all phases of the investigation
- Follow ASA (FM&C) investigation manual
 - Consult Mr. Michael Anglemyer(703-614-7069) if you have questions
 - Engage early, submit progress reports/drafts for review
- Appoint a qualified investigating officer
 - Knowledgeable
 - Trained in fiscal law
 - Independent of activity being investigated
 - Given sufficient time and resources to complete investigation
 - Investigation should not compete with other workload
- Senior resource managers will be expected to brief ASA(FM&C) leadership for investigations requiring extensive rework



Closing Remarks



Joint Reconciliation Program

- Mr. Nathan Kessler
- 703-693-3467
- **Website:**
<http://asafm.army.mil/offices/FO/JointRecon.aspx?OfficeCode=1500>
- **Centralized mailbox:**
JointReconProgram@conus.army.mil
- **Next VTC:** *Phase I Reporting, 22 March 2012, 1500-1600*

